

---

# NEWS

---

## • RELEASE •

---

FOR IMMEDIATE RELEASE  
24 October 2008

### **MAXIMUS RIGHTS ISSUE TO PROGRESS DEVELOPMENT OF CASH FLOW ASSETS**

Maximus Resources Limited (ASX: "MXR") today outlined plans to raise \$3.8 million to enable the company to focus on developing its assets with early cash flow prospects.

Eligible Maximus shareholders will be offered one new share in the Company at 5 cents per share for every two shares held at 7 November 2008 under a non-renounceable rights basis.

The proposed issue price compares with the recent price of between 5.5 cents and 12 cents for Maximus shares on the ASX.

All shares allotted under the rights issue will also carry one free attaching option to subscribe for one share at an exercise price of 10 cents per share and expiring on 29 May 2009.

Maximus' Managing Director, Dr Kevin Wills, said the decision to proceed with the rights issue followed a thorough review of the Company's operations in light of the current volatile worldwide market conditions.

"The review was undertaken with a focus on reducing unnecessary cash burn and adding immediate value across the Company's asset base," Dr Wills said.

"Maximus is considering opportunities to farm out several projects and the company will continue to conduct its own exploration and development operations on specific assets."

#### **Strong Sellheim gold cash flows expected**

Dr Wills said net proceeds from the rights issue would be used predominantly in the following areas:

- Strong focus on increase in production at the Sellheim alluvial gold operations in Queensland, and
- Major operational restructure aimed at reducing cash burn and targeting priority projects

issued through  
**FIELD PUBLIC RELATIONS PTY LTD ABN 74 008 222 311**  
231 South Road, MILE END SA 5031  
Ph: 08 8234 9555 Fax: 08 8234 9566  
admin@fieldpr.com.au

“Higher than expected gold recoveries and a high proportion of gold nuggets have recently provided us with a high degree of confidence that an increase in production throughput will generate strong cash flows for the Company,” Dr Wills said.

“To that extent, Maximus will move into full-scale production at Sellheim and commence website marketing of gold nuggets. The Company is securing a lease arrangement over production plant and equipment that will operate alongside existing facilities.

The rights issue proceeds will be used to provide for working capital requirements as production increases.”

### **Bird in Hand Gold, Adelaide Hills, SA**

Maximus will continue with essential work on its pre-feasibility study on the Bird in Hand Gold Mine in the Adelaide Hills where an Inferred Gold Resource of 598,000 tonnes at 12.3 gram per tonne has been outlined.

Drilling is also planned to establish the presence of an extension to the largest previous gold mine in the Adelaide Hills at Deloraine.

### **Canegrass Magnetite/Vanadium, WA**

Maximus will retain its previously stated intentions to delineate an inferred mineral resource at Canegrass. The multi-billion tonne potential of Canegrass is considered to be of immense strategic value for the Company and Maximus expects to add significant value to shareholders once this resource is defined.

### **Rights Issue**

The Rights Issue seeks to raise approximately \$3.84 million (before expenses) from the issue of 76.8 million shares.

The Company is intending to lodge a Prospectus with ASIC and ASX shortly which will include full details of the Rights Issue.

The shares issued under the Rights Issue will rank equally with existing ordinary shares on issue.

### **For further information please contact:**

Dr Kevin Wills  
Managing Director  
Maximus Resources Limited  
Ph: (08) 8132 7960

John Field  
Field Public Relations  
Ph: (0418) 819 527